Michigan Department of Community Health Fiscal Year 2008 Free Clinic Funding Summary Report

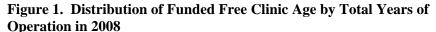
In fiscal year 2008, \$250,000 was allocated for the third consecutive year to the Michigan Department of Community Health (MDCH) for equal distribution among free clinic organizations serving Michigan's indigent population. The Health Planning and Access to Care Section within the MDCH Health Policy, Regulations, & Professions Administration reviewed eligibility criteria, oversaw the application process, and managed purchase order agreements with those clinics awarded funding.

Eligibility criteria for the grant awards were developed by MDCH in collaboration with Free Clinics of Michigan (FCOM). Eligible clinics met the following criteria:

- The clinic must be located within Michigan and must provide health care services to the uninsured population of Michigan.
- The clinic or organization under which it operates must have 501(c)(3) or other nonprofit status.
- The majority of care provided through the clinic must come from volunteer health care professionals.
- Services provided by the clinic must be free of charge.
- Clients served must not have insurance coverage for the services provided.
- Less than 25% of revenue for the clinic can be 3rd party billing or government funding (separate from this allocation).

Utilizing an updated FCOM directory of free clinic organizations along with information obtained through the fiscal year 2007 grant application process, funding applications were distributed to 57 potential free clinic organizations throughout Michigan. The application period ran from November 16, 2007 to December 21, 2007. Given the limited grant writing resources of most applicant organizations, MDCH staff was available to assist clinics in completing the application. Forty-six applicants met the established criteria for funding and each of these organizations received an award of \$5,434.78. For a complete list of grantees, see the Appendix.

The 46 funded free clinic organizations were located in 30 counties across Michigan. Counties with multiple grantees include Calhoun (2 grantees), Kent (4 grantees), Macomb (2 grantees), Oakland (3 grantees), Ottawa (2 grantees), Saginaw (2 grantees), Washtenaw (2 grantees), and Wayne (7 grantees).



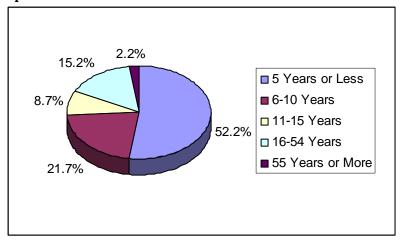


Figure 1 illustrates the distribution of funded free clinics in 5 groupings (0-5, 6-10, 11-15, 16-54, and 55 years or more in operation). Five year intervals were not used for the last two age groups due to the limited number of clinics within those ranges.

Funded organizations ranged in terms of years of operation from within their first year open, to in their 58th year. Fifty-two percent of funded organizations had been open 5 or fewer years; seventeen percent had been open more than 5 but fewer than 10 years; fourteen percent had been open more than 10 but fewer than 15 years; and seventeen percent had been open more than 15 years. Three funded organizations had been open 30 or more years.

According to information offered in the application process, funded organizations provide health care services during more than 8,300 uninsured visits each month (nearly 100,000 per year) through the assistance of clinical and administrative volunteers offering over 3,200 volunteer hours per week. The range of patient care services offered varies among clinics, but can include more than 13 healthcare services. The most common services offered by funded free clinics are prescription assistance (offered by 95.7% of funded clinics), lab testing and provision of glucometer strips (82.6%), and ongoing primary care (76.1%). Other services offered include but may not be limited to: health education classes, x-rays, urgent care, assistance applying for Medicaid or other insurance, dental care, minor emergency care, employment physicals, specialty clinics, and mental health counseling. See Figure 2 for more information.

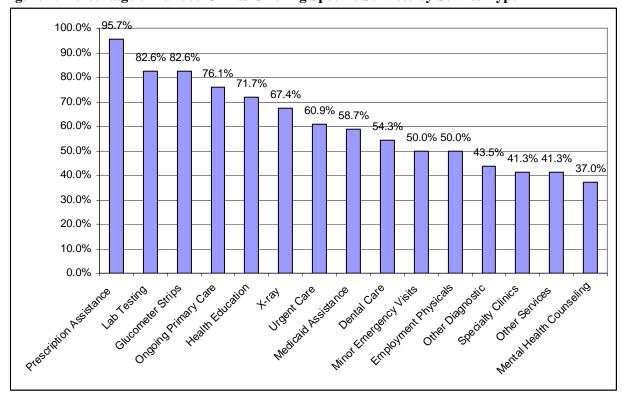


Figure 2. Percentage of Funded Clinics Offering Specific Services by Service Type

For each service listed in Figure 2, the percentage shown represents the proportion of funded free clinics that reported offering the service at the time of their initial application.

Required reporting on grant expenditures indicated that the majority of funding through MDCH was used to support basic operational costs. Up from previous years, eighty percent of funded organizations used the funding to maintain their current operations. Fifteen percent of clinics reported using the funding to directly support an increase in service hours or patient care capacity during the funding period. Four percent of clinics used MDCH funds to directly support new programming at the clinic. New projects offered included a women's health clinic at one facility, and a movement to an electronic scheduling program at another clinic.

Nearly eighty three percent of funded agencies reported using a portion of the grant award toward clinical care expenses including prescription assistance programs and supplements to clinical staff. About seventy percent of funded agencies reported using a portion of the funds toward durable medical equipment and other medical and lab testing supplies. Forty-four percent of funded agencies reported using a portion of the funds toward administrative expenses including office equipment, and administrative services and salaries. See figure 3 for more information.

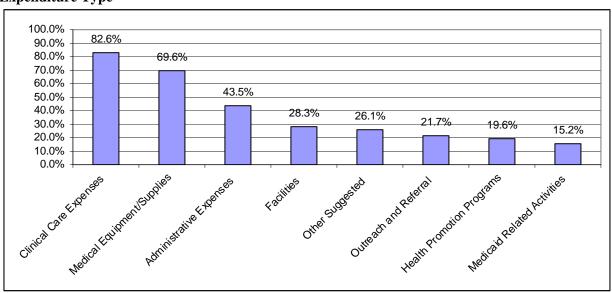


Figure 3. Percentage of Clinics Using MDCH Funding Towards Specific Expenditures by Expenditure Type

Figure 3 illustrates the difference in frequency of free clinic utilization of MDCH funds by the type of expense paid for with MDCH funds. Free clinic organizations often reported use of MDCH funds for multiple expenditure types and the percentages shown represent the percentage of all funded clinics reporting use of the funds for that particular expenditure type. Percentages shown above should not necessarily add to 100%.

In an optional section of the funding application, information was collected on the demographics of the patient population seen at each free clinic. The vast majority of clinics did respond to the optional questions.

Fifty-five percent of responding clinics reported that all of their patients are at or below two times the Federal Poverty Level (two times the 2008 Federal Poverty Level in terms of annual income is \$42,400 for a family of four or \$20,800 for an individual). Seventy-seven percent of clinics reported that at least nine out of ten patients are at or below two times the Federal Poverty Level. All responding organizations reported that some of their patients are employed full-time. Twenty-two percent of respondents indicated that at least half of their patients are employed full-time.

Data provided from free clinics on patient race and ethnicity is difficult to aggregate, but the individual components demonstrate that Michigan's free clinics collectively care for a racially and ethnically diverse population.

The vast majority of clinics reported that their patient population is mostly (greater than seventy percent) aged 19 to 64. Sixty-six percent of responding clinics, however, reported that at least some portion of their patient population was 18 years of age or younger. Seventy-two percent of responding clinics reported that at least some portion of their patient population was 65 years of age or older.

For further information regarding the Michigan Department of Community Health Free Clinic Funding program please contact:

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Appendix – Fiscal Year 2008 Funded Free Clinic Organizations

Au Sable Free Clinic, Inc.

Grayling, MI 49738

Cabrini Clinic

Detroit, MI 48226

Cadillac Area Community Health Clinic

Cadillac, MI 48601

Cass County Free Health Clinic

Dowagiac, MI 49047

Cathedral Mental Health Care

Saginaw, MI 48607

Catherine's Care Center

Grand Rapids, MI 49505

City on a Hill Ministries Health Clinic

Zeeland, MI 49464

Community Free Clinic

Petoskey, MI 49770

Community Health Access Coalition (CHAC)

Sault Ste. Marie, MI 49783

Dr. Albert B. Cleage, Sr. Memorial Health Center

Detroit, MI 48202

Faith Community Free Health

Clinic

Delton, MI 49046

Fountain Clinic

Marshall, MI 49068

Frank N. Andersen Regional Eye

Foundation

Saginaw, MI 48603

Gary Burnstein Community

Health Clinic

Pontiac, MI 48342

Genesee County Free Medical

Clinic (GCFMC)

Flint, MI 48504

Health Intervention Services, Inc.

Grand Rapids, MI 49507

Helen M. Nickless Volunteer

Clinic

Essexville, MI 49732

Holland Free Health Clinic

Holland, MI 49423

Hope Medical Clinic, Inc.

Ypsilanti, MI 48198

HUDA Clinic (Health Unit on

Davison Avenue)

Detroit, MI 48238

Joy-Southfield Community

Health Center

Detroit, MI 48228

Lakeshore Community Free

Clinic

Boyne City, MI 49712

Loving Hands Clinic

Lapeer, MI 48446

Manistee Area Community Clinic,

Inc.

Manistee, MI 49660

MAPI Charitable Clinic

Oak Park, MI 48237

Medical Care Access Coalition

Marquette, MI 49855

Medical Outreach Clinic

Mt. Clemens, MI 48043

Mercy Place Clinic

Pontiac, MI 48342

Neighbors Caring for Neighbors

Clinic

Mt. Clemens, MI 48043

Northern Care Center

Cheboygan, MI 49721

Nursing Clinic of Battle Creek

Battle Creek, MI 49014

Oasis of Hope Center

Grand Rapids, MI 49504

Order of Malta Medical/Dental

Clinic

Detroit, MI 48208

People's Clinic for Better Health

Port Huron, MI 48060

Presbyterian Health Clinic of

Branch County

Coldwater, MI 49036

Riverside Health Clinic

Three Rivers, MI 49093

Seeds of Grace Health Clinic

Allegan, MI 49010

Shelter Association of Washtenaw

County – Health Clinic

Ann Arbor, MI 48107

St. Luke's Clinic

Jackson, MI 49204

St. Peter's Free Clinic of Hillsdale

County, Inc.

Hillsdale, MI 49242

St. Vincent de Paul Health Center

Detroit, MI 48219

The Free Clinic of Alpena

Alpena, MI 49707

The Free Clinic of Kalamazoo

Kalamazoo, MI 49001

Traverse Health Clinic and

Coalition

Traverse City, MI 49684

Wesley Health

Wyoming, MI 49509

Wyandotte Clinic for the Working Uninsured

Brownstown Township, MI 48183